## STATE OF ILLINOIS SECRETARY OF STATE SECURITIES DEPARTMENT

IN THE MATTER OF: CLEOPHUS ROBINSON JR.

) File No. 0800044

#### ORDER OF PROHIBITION

TO THE RESPONDENT:

Cleophus Robinson Jr. 701 Aladar Drive

O'Fallon, Illinois 62269

WHEREAS, a Temporary Order of Prohibition was issued by the Secretary of State on March 16, 2009, prohibiting Cleophus Robinson Jr. from offering or selling securities in the State of Illinois until further order of the Secretary of State.

WHEREAS, pursuant to Section 11.F of the Illinois Securities Law of 1953 [815 ILCS 5/1 et seq.] (the "Act"), the failure to request a hearing within thirty days of the entry of the Temporary Order of Prohibition shall constitute a sufficient basis to make the Temporary Order final.

WHEREAS, Cleophus Robinson Jr. has failed to request a hearing on the matters contained in the said Temporary Order within thirty days of the entry of said Temporary Order and is hereby deemed to have admitted the facts alleged in the said Temporary Order.

WHEREAS, the Secretary of State, by and through his duly authorized representative, has adopted the Findings of Fact contained in the said Temporary Order as the Secretary of State's final Findings of Fact as follows:

- That Respondent, Cleophus Robinson Jr., DOB August 21, 1957, is an individual with a last known address of 701 Aladar Drive, O'Fallon, Illinois 62269;
- 2. That on or about August 22, 2007, Respondent Cleophus Robinson Jr. offered and sold to ES, an Illinois resident, an investment plan and promissory note for a total investment of \$49,000;
- 3. That in regards to the aforesaid investment plan, ES invested \$49,000 in Respondent's purported invention of a keyless lock system for houses, and Respondent represented to ES that for said investment amount, ES would receive a return of \$450,000;

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- 4. That in regards to the aforesaid promissory note, Cleophus Robinson Jr. represented to ES that ES's investment fund, was in a bank investment fund account which was subject to an IRS tax lien and that Respondent needed \$3,800 to pay off the IRS tax penalty on said bank account before said funds could be released; ES therefore gave Respondent \$3,800 and entered into a promissory note with Respondent in which Respondent promised to pay ES \$3,800 on or before September 9, 2007, and further promised to pay ES \$38,000 within two days of the release of funds in the purported bank investment account by the IRS;
- 5. That neither the aforesaid bank investment account nor the IRS lien on said account ever existed;
- 6. That ES never received repayment of the aforesaid \$3,800, nor was ES paid the aforesaid \$38,000 or any other return on his investment;
- 7. That the aforesaid investment plan and promissory note are both a security as that term is defined pursuant to Section 2.1. of the Illinois Securities Law of 1953 [815 ILCS 5/10et seq.] (the "Act");
- 8. That Section 50 of the Act provides, inter alia, that all securities except those exempt under Section 3 of the Act or those offered and sold in transactions exempt under Section 4 of the Act shall be registered with the Secretary of State prior to their offer or sale in the State of Illinois;
- 9. That Section 12.A of the Act provides, <u>inter</u> <u>alia</u>, that it shall be a violation of the Act for any person to offer or sell securities except in accordance with the provisions of the Act;
- 10. That Section 12.D of the Act provides, inter alia, that it shall be a violation of the Act for any person to fail to file with the Secretary of State any document or application required to be filed under the provisions of the Act;
- 11. That Section 12.G of the Act provides, inter alia, that it shall be a violation of the Act for any person to obtain money or property through the sale of securities by means of any untrue statement of a material fact or any omission to state a material fact necessary in order to make the statements made, in the light of the

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circumstances under which they were made, not misleading;

- all times relevant hereto, Respondent 12. That at represented to ES that ES would receive a return of \$450,000 for his investment, that ES's investment funds were held in a bank investment account subject to an IRS lien, that Respondent needed \$3,800 to pay the IRS tax penalty on said bank account, and that pursuant to the aforesaid promissory note sold to ES by Respondent, Respondent represented he would pay ES \$3,800 on or before September, 2007, and would also pay ES \$38,000 within 2 days of the orelease of said funds in the aforesaid bank account by the IRS, when in fact, neither the aforesaid bank investment account nor the IRS lien on said account ever existed, and where in fact, Respondent never paid ES the aforesaid funds as promised in the aforesaid promissory note nor has ES received any other return on his investment;
- 13. That at all times relevant hereto, Respondent Cleophus Robinson Jr. failed to file an application for registration of the above-referenced securities with the Secretary of State prior to their offer or sale in the State of Illinois;
- 14. That Section 11.F(2) of the Act provides, inter alia, that the Respondent's failure to request a hearing within 30 days after the date of the entry of the Temporary Order shall constitute an admission of any facts alleged therein and shall constitute sufficient basis to make the Temporary Order final;

WHEREAS, the Secretary to State, by and though his duly authorized representative, whas adopted the Conclusions of Law contained in the said Temporary Order as the Secretary of State's final Conclusions of Law as follows:

- That by virtue of the foregoing, Respondent Cleophus Robinson Jr. has violated Sections 12.A, 12.D and 12.G of the Act;
- 2. That by virtue of the foregoing, Respondent Cleophus Robinson Jr. is subject to an Order which permanently prohibits Respondent from offering or selling securities in the State of Illinois.

NOW THEREFORE, IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondent Cleophus

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Robinson Jr. is hereby permanently prohibited from offering or selling securities in the State of Illinois.

ENTERED: This 14 day of

2009

Jesse White

Secretary of State State of Illinois

NOTICE: Failure to comply with the terms of this Order shall be a violation of the Section 12.D of the Act. Any person or entity who fails to comply with the terms of this Order of the Secretary of State, having knowledge of the existence of the Order, shall be guilty of a Class 4 fellows:

This is a final order subject to administrative review pursuant to the Administrative Review Law, [735 ILCS 5/3-101 et seq.] and the Rules and Regulations of the Illinois Securities Act, [14 Ill. Admin. Code Ch. I, Section 130.1123]. Any action for Judicial Review must be commenced within thirty-five (35) days from the date a copy of this Order is served upon the party seeking review.

Attorney for the Secretary of State: Johan Schripsema Illinois Securities Department 350 Seright, Suite C Harrisburg, Illinois 62946 Telephone: (618) 253-260%